# TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



## **FISCAL NOTE**

## SB 1041 - HB 1207

March 5, 2017

**SUMMARY OF BILL:** Requires the Department of Health (DOH), beginning July 1, 2017, to identify the prescribers who are in the top 20 percent of prescribers of opioids in Tennessee in the prior year using data available in the controlled substances database. Requires the DOH to submit the identified prescriber's name to the staff of the board that issued the prescriber's license. Requires the board to notify the prescriber of the prescriber's identification as a high volume prescriber and require the prescriber to meet certain requirements for one year from the point the prescriber was notified of the provider's identification as a high volume prescriber. States that all costs associated with the proposed legislation will be paid by the identified provider. Allows for a provider to request a contested case hearing if the provider disputes the identification as a high volume prescriber of opioids.

#### **ESTIMATED FISCAL IMPACT:**

Increase State Revenue – \$12,400/One-Time \$382,600/Recurring

Increase State Expenditures - \$12,400/One-Time \$382,600/Recurring

#### Assumptions:

- Based on information provided by the DOH, the proposed legislation cannot be accommodated within existing resources. The DOH would need four additional positions to handle the notification and compliance requirements.
- The one-time increase in state expenditures associated with the additional positions is estimated to be \$12,400 (\$1,600 computer cost + \$10,800 office furniture).
- The recurring increase in state expenditures associated with the additional positions is estimated to be \$382,577 (\$288,450 salaries + \$68,627 benefits + \$23,700 administrative cost + \$1,800 supplies).
- All costs associated with this bill are required to be paid by the identified providers. Therefore, it is assumed the DOH will impose additional fees on such providers sufficient for a one-time increase in state revenue of \$12,400 and a recurring increase in state revenue of \$382,577.

# **CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

Krista M. Lee, Executive Director

Krista M. Lee

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